
RULES FOR ELECTRIC SERVICE

RULE 11 – NET SERVICE FOR GENERATION FACILITIES

A. APPLICATION

(1) The Company will provide Net Service to a Wholesale Generation Facility upon request.

(2) This Rule 11 shall remain available only for as long as the provision in Section 1 of the PJM Operating Agreement, or any successor thereto, allowing the self-supply of station power, remains effective.

(3) In order to be eligible for Net Service, a Wholesale Generation Facility must be subject to an Interconnection Agreement and an Interconnection Service Agreement under the PJM Open Access Transmission Tariff (OATT).

(4) All bills for service hereunder are based on charges specified in the applicable rate schedule for firm service (including applicable riders and surcharges) under which the Customer is eligible to receive service, subject to the additional provisions of this rule.

(5) Customers selecting Net Service do not qualify for the stand-by service provisions of Rule 6.

B. RATES FOR NET SERVICE

(1) When the Wholesale Generating Facility's Net Energy Output is positive for the monthly billing period, the monthly minimum charge for Delivery Service is the minimum bill provision in the applicable rate schedule.

(2) When the Wholesale Generation Facility's Net Energy Output is negative for the monthly billing period, the Company shall apply all Delivery Service components of the applicable rate schedule, using the negative Net Energy Output to determine the Billing kWh component and the peak monthly kW usage to determine the Billing kW component. If the Customer is purchasing electricity from the Company, the Company also shall apply all energy, capacity and transmission components of the applicable rate schedule as set forth in this section.

C. DATA REQUIREMENTS

(1) The Wholesale Generation Facility or other parties authorized by the Wholesale Generation Facility Customer will report its hourly generator output and station power use to PJM, pursuant to the requirements in the PJM Operating Agreement.

(2) This Company reserves the right to independently audit the reported generator output and station power use and to seek resolution of any meter corrections through the applicable procedures in the PJM Operating Agreement.